12-11-09 DRAFT 2010FL-0431/013

1	<b>HEALTH REFORM - UNIFORM ELECTRONIC</b>
2	STANDARDS - INSURANCE INFORMATION
3	2010 GENERAL SESSION
4	STATE OF UTAH
5	
6	LONG TITLE
7	General Description:
8	This bill amends provisions related to the use of uniform electronic standards for health
9	insurance claims processing, insurance eligibility, and coordination of benefits.
10	Highlighted Provisions:
11	This bill:
12	<ul> <li>amends provisions related to uniform electronic standards for health insurance</li> </ul>
13	claims processing, electronic insurance eligibility information, and electronic
14	information regarding the coordination of benefits;
15	• establishes a voluntary registry of software vendors who comply with electronic
16	standards; and
17	<ul><li>makes clarifying and technical amendments.</li></ul>
18	Monies Appropriated in this Bill:
19	None
20	Other Special Clauses:
21	None
22	<b>Utah Code Sections Affected:</b>
23	AMENDS:
24	<b>31A-22-614.5</b> , as last amended by Laws of Utah 2008, Chapters 379 and 382
25	
26	Be it enacted by the Legislature of the state of Utah:
27	Section 1. Section 31A-22-614.5 is amended to read:
28	31A-22-614.5. Uniform claims processing Electronic exchange of health
29	information.
30	(1) (a) [Beginning July 1, 1993] Except as provided in Subsection (1)(c), all insurers
31	offering health insurance shall use a uniform claim form and uniform billing and claim codes.

2010FL-0431/013 12-11-09 DRAFT

32	(b) Beginning January 1, 2011, all health benefit plans, and dental and vision plans,
33	shall provide for the electronic exchange of uniform:
34	(i) eligibility and coverage information; and
35	(ii) coordination of benefits information.
36	(c) For purposes of Subsection (1)(a), "health insurance" does not include a policy or
37	certificate that provides benefits solely for:
38	(i) income replacement; or
39	(ii) long term care.
40	(2) (a) The uniform [elaim forms and billing codes] electronic standards and
41	information required in Subsection (1) shall be adopted and approved by the commissioner in
42	accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act. [The]
43	(b) When adopting rules under this section the commissioner:
44	(i) shall:
45	(A) consult with [the director of the Division of Health Care Financing, the National
46	Uniform Claim Form Task Force, and the National Uniform Billing Committee when adopting
47	the uniform claims and billing codes.] national and state organizations involved with the
48	standardized exchange of health data, and the electronic exchange of health data, to develop the
49	standards for the use and electronic exchange of uniform:
50	(I) claim forms;
51	(II) billing and claim codes;
52	(III) insurance eligibility and coverage information; and
53	(IV) coordination of benefits information; and
54	(B) meet federal mandatory minimum standards following the adoption of national
55	requirements for transaction and data elements in the federal Health Insurance Portability and
56	Accountability Act of 1996, Pub. L. 104-191, 110 Stat. 1936;
57	(ii) may not require an insurer or administrator to use a specific software product or
58	vendor; and
59	(iii) may require an insurer who participates in the All Payer Database created under
60	Section 26-33a-106.1 to allow data regarding demographic and insurance coverage information
61	to be electronically shared with the state's designated secure Health Information Master Person
62	Index to be used:

12-11-09 DRAFT 2010FL-0431/013

63	(A) in compliance with data security standards established by:
64	(I) the federal Health Insurance Portability and Accountability Act of 1996, Pub. L.
65	104-191, 110 Stat. 1936; and
66	(II) the electronic commerce agreements established in a business associate agreement;
67	<u>and</u>
68	(B) for the purpose of coordination of health benefit plans.
69	[(3) (a) (i) Beginning July 1, 1995, all insurers shall offer compatible systems of
70	electronic billing approved by the commissioner in accordance with Title 63G, Chapter 3, Utah
71	Administrative Rulemaking Act.]
72	[(ii) The systems approved by the commissioner may include monitoring and
73	disseminating information concerning eligibility and coverage of individuals.]
74	[(iii)] (3) (a) The commissioner shall coordinate the administrative rules adopted under
75	the provisions of this section with the administrative rules adopted by the Department of Health
76	for the implementation of the standards for the electronic exchange of clinical health
77	information under Section 26-1-37. The department shall establish procedures for developing
78	the rules adopted under this section, which ensure that the Department of Health is given the
79	opportunity to comment on proposed rules.
80	(b) (i) The commissioner may provide information to health care providers regarding
81	resources available to a health care provider to verify whether a health care provider's practice
82	management software system meets the uniform electronic standards for data exchange
83	required by this section.
84	(ii) The commissioner may provide the information described in Subsection (3)(b)(i)
85	by partnering with:
86	(A) a not for profit, broad based coalition of state health care insurers and health care
87	providers who are involved in the electronic exchange of the data required by this section; or
88	(B) some other person that the commissioner determines is appropriate to provide the
89	information described in Subsection (3)(b)(i).
90	[(b)] (c) The commissioner shall regulate any fees charged by insurers to the providers
91	for:
92	(i) uniform claim forms;
93	(ii) electronic hilling or

2010FL-0431/013 12-11-09 DRAFT

94 (iii) the electronic exchange of clinical health information permitted by Section 95 26-1-37.

Legislative Review Note as of 11-19-09 9:52 AM

Office of Legislative Research and General Counsel